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Honorable Frank L. Kurtz

7 UNITED STATES BANKRUPTCY COURT  
8 EASTERN DISTRICT OF WASHINGTON  
9

10 In Re:

11 EUGENE BROWER and  
12 CAROLYN BROWER,  
13 Debtors.

No. 11-00617-PCW11

**FINDINGS OF FACT ON  
CONFIRMATION OF SECOND  
AMENDED PLAN  
[PROPOSED]**

15 THIS MATTER having come before the Court on August 23, 2011, on  
16 confirmation of Debtors' Second Amended Plan filed herein, the proposed  
17 Second Amended Plan of Reorganization having been filed herein and having  
18 been transmitted to the Master Mailing List and all previously objecting parties,  
19 after proper notice, and the parties having resolved remaining objections, the  
20 objecting parties having been represented by counsel, and the Court having been  
21 fully advised, hereby finds:  
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24 1. Issues between the Debtors and Objecting Party, the Department of  
25 Treasury (I.R.S.), have been resolved by the Second Amended Plan, and all  
26 Objecting Parties have withdrawn their objection, and approved the changes.  
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1           2.     The applicable provisions of Title 11 U.S.C. have been complied  
2 with by the Plan and the proponents; the Plan has been proposed in good faith  
3 and not by any means forbidden by law.  
4

5           3.     The Plan provides that each holder of a claim or interest has  
6 accepted the Plan or will receive or retain under the Plan property of a value, as  
7 of the effective date of the Plan, that is not less than the amount that such holder  
8 would receive or retain if the Debtors were liquidated under Chapter 7 of the  
9 Code on such date;  
10

11           4.     Any payment made or to be made by the proponents, by the  
12 debtors, or by a person issuing securities or acquiring property under the plan,  
13 for services or for costs and expenses in or in connection with the case, or in  
14 connection with the plan and incident to the case, has been approved by, or is  
15 subject to the approval of, the court as reasonable.  
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17           5.     The proponents of the plan has disclosed the identity and affiliations  
18 of any individual proposed to serve, after confirmation of the plan, as a director,  
19 officer, or voting trustee of the debtor, an affiliate of the debtor participating in a  
20 joint plan with the debtor, or a successor to the debtor under the plan; and the  
21 appointment to, or continuance in, such office of such individual, is consistent  
22 with the interests of creditors and equity security holders and with public policy.  
23

24           6.     With respect to each impaired class of claims or interests, each  
25 holder of a claim or interest of such class has accepted the plan; or will receive  
26 or retain under the plan on account of such claim or interest property of a value,  
27 as of the effective date of the plan, that is not less than the amount that such  
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1 holder would so receive or retain if the debtors were liquidated under Chapter 7  
2 of Title 11 U.S.C. on such date.

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5 7. Except to the extent that the holder of a particular claim has agreed  
6 to a different treatment of such claim, the plan provides that, with respect to a  
7 claim of a kind specified in 11 U.S.C. § 507(a)(2) or § 507(a)(3), on the  
8 effective date of the plan, the holder of such claim will receive on account of  
9 such claim cash equal to the allowed amount of such claim; with respect to a  
10 class of claims of a kind specified in 11 U.S.C. §§ 507(a)(1), (a)(4) (wages),  
11 (a)(5) (employee benefit plan contribution), (a)(6) (agriculture and fisheries), or  
12 (a)(7) (rental deposits), each holder of a claim of such class will receive, if such  
13 class has accepted the plan, deferred cash payments of a value, as of the  
14 effective date of the plan, equal to the allowed amount of such claim;  
15

16  
17 8. With respect to a claim of a kind specified in 11 U.S.C. § 507(a)(8)  
18 (taxes), the holder of such claim will receive on account of such claim regular  
19 installment payments in cash-of a total value, as of the effective date of the plan,  
20 equal to the allowed amount of such claim; over a period ending not later than 5  
21 years after the date of the order for relief under 11 U.S.C. §§ 301, 302, or 303;  
22 and in a manner not less favorable than the most favored non-priority unsecured  
23 claim provided for by the plan (other than cash payments made to a class of  
24 creditors under section 11 U.S.C. § 1122(b).  
25

26  
27 9. With respect to a secured claim which would otherwise meet the  
28 description of an unsecured claim of a governmental unit under 11 U.S.C.  
29 section 507 (a)(8), but for the secured status of that claim, the holder of that  
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1 claim will receive on account of that claim, cash payments, in the same manner  
2 and over the same period, as described in Paragraph 8, above.  
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4  
5 10. At least one class of claims that is impaired under the plan has  
6 accepted the plan, determined without including any acceptance of the plan by  
7 any insider.  
8

9 11. Confirmation of the plan is not likely to be followed by the  
10 liquidation, or the need for further financial reorganization, of the debtors or any  
11 successor to the debtors under the plan, unless such liquidation or reorganization  
12 is proposed in the plan.  
13

14  
15 12. All U.S. Trustee fees payable under § 1930 of title 28, as  
16 determined by the Court at the hearing on confirmation of the plan, have been  
17 paid or the plan provides for the payment of all such fees on the effective date of  
18 the plan.  
19

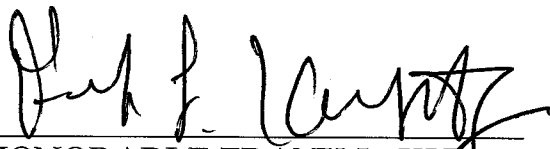
20  
21 13. With respect to a class of secured claims, the plan provides, that the  
22 holders of such claims retain the liens securing such claims, whether the  
23 property subject to such liens is retained by the debtor or transferred to another  
24 entity, to the extent of the allowed amount of such claims; and that each holder  
25 of a claim of such class receives on account of such claim deferred cash  
26 payments totaling at least the allowed amount of such claim, of a value, as of the  
27 effective date of the plan, of at least the value of such holder's interest in the  
28 estate's interest in such property;  
29  
30

1           14. With respect to a class of secured claims the plan provides that each  
2 holder of a claim of such class receive or retain on account of such claim  
3 property of a value, as of the effective date of the plan, equal to the allowed  
4 amount of such claim; or the holder of any claim or interest that is junior to the  
5 claims of such class will not receive or retain under the plan on account of such  
6 junior claim or interest any property,  
7

8  
9           15. The plan does not discriminate unfairly, and is fair and equitable,  
10 with respect to each class of claims or interests that is impaired under, and has  
11 not accepted, the plan.  
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14           NOW THEREFORE, having made the above Findings, the Court hereby  
15 concludes:

16           1. The Second Amended Plan, including all Modifications and agreed  
17 revisions should be confirmed.

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19   
20 HONORABLE FRANK L. KURTZ  
21  
22 August 23, 2011  
23

24 MURPHY, BANTZ & BURY, P.S.  
25 /s/ Timothy R. Fischer

26 TIMOTHY R. FISCHER, WSBA No. 40075  
27 Attorneys for Debtor-in-Possession  
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